

# WINNING with ·an· HSA

Health savings accounts (HSAs)



## HSAs ARE AN EASY WIN in today's complex healthcare system

### How an HSA works

An HSA paired with an HSA-qualified health plan allows you to make tax-free<sup>1</sup> contributions to a cash account<sup>2</sup> eligible for federal deposit insurance. Balances earn tax-free interest and can be used to pay for qualified medical expenses. HSA-qualified health plans typically cost less than traditional plans and the money saved can be put into your HSA.

### HSAs empower savings:

- Lower monthly health insurance premiums
- Money put into your HSA is not taxed
- You earn tax-free interest on HSA balances
- HSA funds used for qualified medical expenses are not taxed
- You can invest<sup>3</sup> your HSA funds for increased tax-free earning potential

### HSA funds remain yours to grow

With an HSA, you own the account and all contributions. Unlike flexible spending accounts (FSAs), the entire HSA balance rolls over each year and remains yours even if you change health plans, retire or leave your employer.

### You can win with an HSA

Regardless of your personal medical situation, an HSA can empower you to maximize savings while building a reserve for the future. Contrary to what many may think, healthy individuals aren't the only users who benefit from an HSA.



**HealthEquity**<sup>®</sup>

15 West Scenic Pointe Drive  
Draper, UT 84020 | [www.HealthEquity.com](http://www.HealthEquity.com)

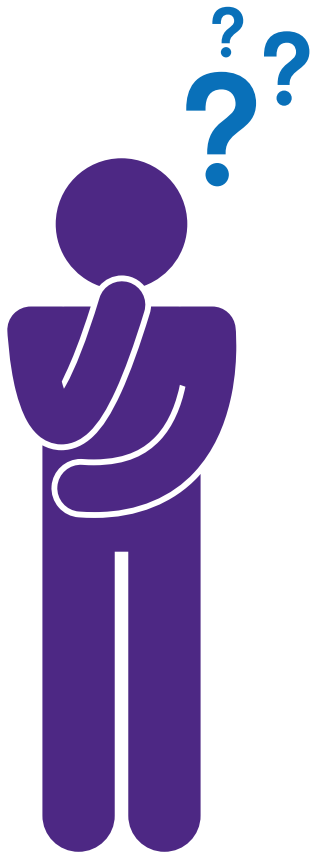
Learn more at:

**[HealthEquity.com/HSAlearn](http://HealthEquity.com/HSAlearn)**

<sup>1</sup> HSAs are never taxed at a federal income tax level when used appropriately for qualified medical expenses. Also, most states recognize HSA funds as tax-free with very few exceptions. Please consult a tax advisor regarding your state's specific rules.

<sup>2</sup> Health savings account (HSA) cash balances are held at FDIC-insured or NCUA-insured institutions and are eligible for federal deposit insurance, subject to applicable requirements and limitations.

<sup>3</sup> Investments are subject to risk, including the possible loss of the principal invested, and are not FDIC or NCUA insured, or guaranteed by HealthEquity, Inc. Investing through the HealthEquity investment platform is subject to the terms and conditions of the Health Savings Account Custodial Agreement and any applicable investment supplement. Investing may not be suitable for everyone and before making any investments, review the fund's prospectus.



## HOW HSAs WORK:

**1**

### Select an HSA-qualified health plan

Enroll in an HSA-qualified plan. These plans typically cost less than traditional plans and provide tax saving opportunities. HealthEquity will work with your employer or health plan to automatically set up your account and supply a HealthEquity® Visa® Health Account Card<sup>1</sup> to conveniently pay for eligible expenses.

**2**

### Add money to your HSA

Fund your HSA through pre-tax payroll deductions or transfer money into your account through the HealthEquity member portal. To take full advantage of tax savings<sup>2</sup> and to build a reserve for the future, consider maximizing your contributions as set by the IRS. The contribution limits for 2019 are \$7,000 for family coverage, and \$3,500 for single coverage. In 2020, the limits are \$7,100 for family coverage and \$3,550 for single coverage.

**3**

### Watch your HSA grow

Your HSA earns tax-free interest. You can also maximize your tax-free earning potential by investing HSA funds using the convenient online investment tool.<sup>3</sup>

**4**

### Use your HSA for qualified medical expenses

HSA funds can be used for a variety of qualified medical, dental and vision expenses.

<sup>1</sup> This card is issued by The Bancorp Bank; member FDIC pursuant to a license from Visa U.S.A. Inc. Your card can be used everywhere Visa debit cards are accepted for qualified expenses. This card cannot be used at ATMs and you cannot get cash back, and cannot be used at gas stations, restaurants, or other establishments not health related. See Cardholder Agreement for complete usage restrictions.

<sup>2</sup> HSAs are never taxed at a federal income tax level when used appropriately for qualified medical expenses. Also, most states recognize HSA funds as tax-free with very few exceptions. Please consult a tax advisor regarding your state's specific rules.

<sup>3</sup> Investments are subject to risk, including the possible loss of the principal invested, and are not FDIC or NCUA insured, or guaranteed by HealthEquity, Inc. Investing through the HealthEquity investment platform is subject to the terms and conditions of the Health Savings Account Custodial Agreement and any applicable investment supplement. Investing may not be suitable for everyone and before making any investments, review the fund's prospectus.

HealthEquity does not provide legal, tax or financial advice. Always consult a professional when making life changing decisions.

Copyright © 2019 HealthEquity. All rights reserved. Winning\_with\_an\_HSA\_1-pager\_July\_2019

## Account mentors

We understand the significance of your benefits selection. Our team of specialists based in Salt Lake City is available 24 hours a day, providing you with insight to help you optimize your health savings account.

Call today:

**866.346.5800**

